

# **Dushtha Shasthya Kendra (DSK)**

## **Auditor's Report and Audited Financial Statements For the year ended 30 June 2009**



**ACNABIN**

*Chartered Accountants*

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## Auditor's Report

We have audited the accompanying Balance Sheet of Dustha Shasthaya Kendra (DSK) as of 30 June 2009 and the Statements of Income & Expenditure and Receipts & Payments for the year then ended. These financial statements are the responsibility of DSK management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Bangladesh Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

Grant has to be recognized as income over the period necessary to match them with related expenses as per the requirement of Bangladesh Accounting Standard 20 but DSK rerecorded the entire grant received during the year as income. Hence unspent donor fund is not reflected in the financial statements but is merged with the projects fund.

In our opinion, except for the effect of the matter described in the preceding paragraph, the financial statements give a true and fair view of the state of affairs of Dustha Shasthaya Kendra (DSK) as of 30 June 2009 and of the results of its operations and receipts and payments for the year then ended in accordance with Bangladesh Accounting Standards and comply with other applicable laws and regulations.

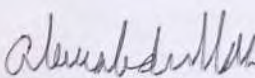
Dhaka,  
12 November 2009

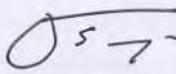
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**ACNABIN**  
**Chartered Accountants**

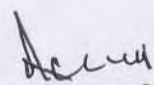
**Dushtha Shasthya Kendra (DSK)**  
**Balance Sheet**  
**As of 30 June 2009**

	Note	30.06.09 Taka	30.06.08 Taka
<b>Assets</b>			
<b>Long Term Assets</b>			
Fixed Assets	3	65,339,071	64,657,106
<b>Current Assets</b>			
Investment	4	82,803,725	54,959,362
Loan Outstanding	5	638,440,368	600,528,089
Community Receivables	6	17,805,997	95,055,555
Loan to Head Office		3,163,251	-
Loan to Projects/Program/Branch	7	61,073,476	49,941,037
Advances, Deposits and Prepayments	8	7,580,321	9,375,195
Receivable from RCP Fund	9	-	13,371,501
Accounts Receivable	10	22,253,876	285,493
Loans		6,326,336	-
Branch Office Current Account	11	-	199,982,351
Stocks of Drug/Materials	12	948,152	658,280
Cash and Bank Balance	13	122,085,212	124,734,711
		962,480,714	1,148,891,573
<b>Total Assets</b>		<b>1,027,819,785</b>	<b>1,213,548,679</b>
<b>Fund and Liabilities</b>			
<b>Equity</b>			
Own Fund	14	76,378,813	56,808,459
Grant Fund (RLF)	15	13,559,438	13,617,906
		89,938,251	70,426,365
<b>Fund and Reserve</b>			
Project Fund	16	137,003,896	219,105,144
Depreciation Fund	17	23,360,396	20,316,392
Other Fund (MC and Others)	18	2,618,199	2,084,334
Security Fund (Member)	19	33,381,586	22,531,100
Risk Fund	20	919,909	5,618,538
Disaster Management Fund	21	3,091,471	1,686,302
Loan Loss Provision	22	48,934,372	39,788,979
Savings Fund (Member)	23	282,425,679	281,648,010
		531,735,508	592,778,800
<b>Loans and Current Liability</b>			
Loan from Donors and Other Institution	24	288,439,136	276,344,999
Grant from Donors for Projects		-	509,038
Loan from Head Office (DSK Hospital)		-	977
Loan from Projects/Programs/Branches	25	56,917,909	27,965,410
Head Office Current Account	26	-	221,841,134
Provision for Expense	27	12,372,058	3,885,405
Payable to Health Fund	28	21,095,707	13,039,523
Security Deposit (Micro Credit-GF)	29	3,993,860	2,989,929
Accounts Payable	30	23,327,354	3,767,100
		406,146,024	550,343,514
<b>Total Liability</b>		<b>1,027,819,785</b>	<b>1,213,548,679</b>

The accompanying notes form an integral part of the Balance Sheet.

  
**Dr. ABM Abdullah**  
 President

  
**Dr. Dibalok Singha**  
 Executive Director

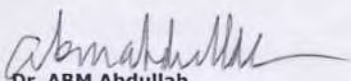
  
**Dr. Masudul Quader**  
 CEO (Credit)

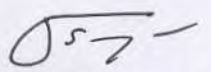
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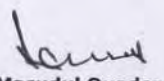
**Dushtha Shasthya Kendra (DSK)**  
**Statement of Income and Expenditure**  
**For the year ended 30 June 2009**

	Note	2008-09 Taka	2007-08 Taka
<b>A. Income</b>			
Grant Income	31	296,645,577	123,539,155
Service Charge	32	134,534,600	130,352,932
DSK Contribution for Hospital		2,400,000	3,000,000
Interest Income	33	10,363,404	11,699,741
Income from Programs	34	22,014,007	19,596,736
Capital Cost Recovery		-	4,912,654
Sale of Old Asset (DSK Hospital)		113,075	-
Other Income	35	766,918	103,179,179
Fund from RLF		11,786,821	-
Installment Recovery		5,202,515	-
Health Service Fund		21,104,122	22,623,030
Interest on Investment	36	6,454,795	5,103,549
<b>Total Income</b>		<b>511,385,834</b>	<b>398,383,946</b>
<b>B. Expenditure</b>			
<b>B1. Micro Credit</b>			
Administrative Expense	37	78,657,253	63,172,908
Program Support Expense	38	4,735,131	2,820,532
Overhead Expense	39	3,517,829	3,061,092
Interest Expense	40	33,060,398	41,252,448
Medicine Consumed		502,024	426,426
Training/Refreshers Expense		1,026,826	1,791,588
Advertisement/ Staff Recruitment Expense		116,944	-
Disaster Management Fund Expense		1,362,302	1,223,960
Loan Loss Provision Expense		14,138,512	18,566,258
Depreciation (Annex-A)		1,194,323	1,231,267
		<b>138,311,541</b>	<b>133,546,479</b>
<b>B2. Health Program</b>			
Administrative Expense	41	14,307,642	12,921,132
Program Support Expense	42	1,337,386	1,578,046
Overhead Expense	43	638,450	824,979
Interest Paid to Head Office		-	2,900,000
Medicine Consumed		2,815,369	2,824,874
Expense Against Hospital Income		1,000,000	4,724,076
Training/Refreshers Expense		368,560	647,768
Depreciation (Annex-B)		699,023	855,047
		<b>21,166,430</b>	<b>27,275,922</b>
<b>B3. Projects</b>			
Administrative Expense	44	106,507,758	41,359,978
Program Expense	45	128,917,143	-
Program Support Expense	46	14,150,748	9,917,355
Overhead Expense	47	1,608,669	2,071,902
Other Program Expense		20,500,225	48,044,179
Advertisement/ Staff Recruitment Expense		286,000	170,128
Training/Refreshers Expense		8,172,320	3,586,471
Printing		-	1,488,689
Transfer to Projects/Donor		-	1,193,507
Transfer to Branches		14,980,087	31,045,451
Surplus Allocated to Members A/c		-	10,095
Grant Return to Donor		901,905	-
Health Service Fund Transfer to HO		100,000	-
Bank Interest Transfer to GF		170,454	-
Medicine Consumed		708,710	-
Depreciation (Annex-C)		2,243,418	2,395,476
		<b>299,247,437</b>	<b>141,283,231</b>
<b>Total Expenditure (B1+B2+B3)</b>		<b>458,725,408</b>	<b>302,105,632</b>
<b>Excess of Income over Expenditure (A-B)</b>	48	<b>52,660,426</b>	<b>96,278,314</b>

The accompanying notes form an integral part of the Statement of Income and Expenditure.

  
**Dr. ABM Abdullah**  
 President

  
**Dr. Dibalok Singha**  
 Executive Director

  
**Dr. Masudul Quader**  
 CEO (Credit)

Dhaka  
 12 November 2009

**Dushtha Shasthya Kendra (DSK)  
Statement of Receipts and Payments  
For the year ended 30 June 2009**

	Note	2008-09 Taka	2007-08 Taka
<b>A. Receipts</b>			
<b>A1. Opening balance</b>			
Cash in hand		2,674,817	1,653,847
Cash at bank		126,666,632	88,125,481
		<u>129,341,449</u>	<u>89,779,328</u>
<b>A2. Grant Received</b>	49	297,862,400	311,047,650
<b>A3. Loan Received</b>	50	162,500,000	125,000,000
<b>A4. Other Receipts</b>			
Received from Programs	51	23,336,312	19,901,704
Service Charge Received	52	134,440,651	130,352,932
Interest Received	53	26,661,363	26,908,078
Savings Collection	54	185,279,825	206,799,005
Security and Other Fund Received	55	52,113,604	53,638,142
Installment Collection	56	1,070,628,546	1,009,372,921
Advance/ Loan Realized	57	12,478,819	30,645,307
Investment (FDR) Encashment		5,000,000	3,280,069
Loan from Projects/ Branches	58	105,475,555	59,756,320
Intra Branch Loan	59	46,979,057	47,736,537
Head Office/Branch Current Account		335,049,331	411,837,977
Capital Cost Recovery (Watsan)		-	4,912,654
Accounts Payable		6,621,862	757,108
Sundry Creditors		-	526,911
PF & Others		31,957,032	16,108,318
Fund from HO/RLF		7,004,223	-
Installment Recovery		3,756,643	-
Sale of old Asset (DSK Hospital)		166,000	-
Other Receipts	60	773,230	101,952,893
		<u>2,047,722,053</u>	<u>2,124,486,877</u>
<b>Total Receipts (A1+A2+A3+A4)</b>		<b><u>2,637,425,902</u></b>	<b><u>2,650,313,855</u></b>
<b>B. Payments</b>			
<b>B1. Fixed Asset Purchase</b>			
	61	5,940,048	11,876,358
<b>B2. Micro Credit</b>			
Administrative Expense	62	78,479,819	63,013,824
Program Support Expense	63	4,595,866	2,820,532
Interest Expenses	64	45,131,055	50,416,981
Overhead Expenses	65	3,153,514	2,875,305
Loan Disbursement	66	1,108,092,400	1,107,688,200
Savings Refund	67	184,892,910	161,155,371
Security and Other Fund Refund	68	7,251,710	5,324,402
Loan Refund to Donor	69	222,432,321	125,042,124
Loan Refund to HO/Project		1,809,600	29,597,045
Head Office/ Branch Current A/c		299,988,188	262,008,803
Loan to Projects		350,000	18,813,135
Intra Branch Loan		29,028,596	198,302,482
Health Insurance Transferred		16,426,345	17,237,033
Loan fund Transfer to Project		-	(200,000)
Advance, Deposits and Prepayments		7,635,601	3,055,524
Accounts Receivables		208,555	-
Sundry Debtors		-	92,089
Investment in FDRs		26,576,183	7,500,000
Transfer to Branches and Head Office		375,893	31,045,452
Accounts Payable		6,200,929	1,247,211
Advertisement and Staff Recruitment Expense		103,150	
PF and Others		29,880,080	20,085,428
Training/ Refreshment Expenses		994,786	1,791,588
Medicine Purchase		495,237	450,785
		<u>2,074,102,738</u>	<u>2,109,363,314</u>



	Note	2008-09 Taka	2007-08 Taka
<b>B3. Heath Program</b>			
Administrative Expense	70	14,307,642	12,894,335
Program Support Expense	71	1,232,386	1,578,046
Overhead Expense	72	638,450	705,142
Medicine Purchase		2,942,699	2,611,796
Advance, Deposit and Prepayment		207,049	317,440
Sundry Debtors		-	789
PF and Others		918,321	795,274
Health Insurance Transferred		1,305,000	2,700,000
Loan Refund to HO/Project		-	12,500,616
Intra Branch Loan		18,610,148	3,922,871
Loan to Projects		150,000	1,656,618
Expense Against Hospital Income		-	4,724,076
Training/ Refreshment Expenses		368,560	647,768
		<u>40,680,255</u>	<u>45,054,771</u>
<b>B4. Projects</b>			
Administrative Expense	73	106,884,007	42,288,597
Program Expenses	74	130,115,941	-
Program Support Expense	75	12,912,677	9,917,355
Overhead Expense	76	1,471,323	2,071,902
Loan to Projects		39,911,792	5,123,861
Hardware Construction		29,159,852	48,445,482
Loan Refund to HO/Project		1,101,905	5,690,140
Bank Interest Transfer to GF		170,454	-
Advance, Deposit and Prepayment		2,954,084	6,231,941
PF and Others		192,117	446,309
Investment in FDRs		-	111,876
Grant Transferred to Projects/Branches		-	187,156,459
RLF Transferred to Projects/Branches		14,764,460	-
Other Program Expense		17,130,526	48,044,179
Advertisement and Staff Recruitment Expense		220,513	170,128
Training/ Refreshment Expenses		8,172,320	3,586,471
HO/Branch Current Account		22,521,034	-
Provision for Expense Paid		6,934,643	-
		<u>394,617,648</u>	<u>359,284,700</u>
<b>Total Payments (B1+B2+B3+B4)</b>		<b><u>2,515,340,689</u></b>	<b><u>2,525,579,143</u></b>
<b>C. Closing Balance</b>			
Cash in hand (Annexure-D)		2,042,748	2,696,008
Cash at bank (Annexure-D)		120,042,464	122,038,703
		<u>122,085,212</u>	<u>124,734,711</u>
<b>Total (B+C)</b>		<b><u>2,637,425,902</u></b>	<b><u>2,650,313,855</u></b>